

**FILED**

Date \_\_\_\_\_

Time \_\_\_\_\_

Clerk \_\_\_\_\_

Comm. Amdt. \_\_\_\_\_

**Amendment No. 1 to SB0175**

**Atchley  
Signature of Sponsor**

**AMEND Senate Bill No. 175\***

**House Bill No. 834**

by deleting all language after the enacting clause and by substituting instead the following:

SECTION 1. Tennessee Code Annotated, Section 56-36-104(1), is amended by deleting subdivision (A) in its entirety and by substituting instead the following language:

(1)(A)(i) With respect to contracts providing for flexible considerations issued prior to July 1, 2002, the minimum nonforfeiture amount at any time at or prior to the commencement of any annuity payments shall be equal to an accumulation up to such time at a rate of interest of three percent (3%) per annum of percentages of the net considerations (as hereinafter defined) prior to such time, decreased by the sum of:

(a) Any prior withdrawals from or partial surrenders of the contract accumulated at a rate of interest of three percent (3%) per annum; and

(b) The amount of any indebtedness to the company on the contract, including interest due and accrued;

and increased by any existing additional amounts credited by the company to the contract.

(ii) With respect to contracts providing for flexible considerations issued on and after July 1, 2002, the minimum nonforfeiture amount at any time at or prior to the commencement of any annuity payments shall be equal to an accumulation up to such time at a rate of interest of one and one-half percent (1-1/2%) per annum of percentages of the net considerations (as hereinafter defined) prior to such time, decreased by the sum of:

**Amendment No. 1 to SB0175**

**Atchley  
Signature of Sponsor**

**FILED**

Date \_\_\_\_\_

Time \_\_\_\_\_

Clerk \_\_\_\_\_

Comm. Amdt. \_\_\_\_\_

**AMEND Senate Bill No. 175\***

**House Bill No. 834**

(a) Any prior withdrawals from or partial surrenders of the contract accumulated at a rate of interest of one and one-half percent (1-1/2%) per annum; and

(b) The amount of any indebtedness to the company on the contract, including interest due and accrued;  
and increased by any existing additional amounts credited by the company to the contract.

SECTION 2. This act shall take effect July 1, 2002, the public welfare requiring it.